## MILK PRICING/Passage

SUBJECT: A resolution regarding the need to address immediately the decline in milk prices . . . S. Res. 55. Passage.

## **ACTION: RESOLUTION AGREED TO, 83-15**

**SYNOPSIS:** S. Res. 55, a resolution regarding the need to address immediately the decline in milk prices, expresses the sense of the Senate "that the Secretary of Agriculture should consider acting immediately pursuant to his legal authority to modify the Basic Formula Price for dairy by replacing the National Cheese Exchange as a factor to be considered in setting the Basic Formula Price."

## Those favoring passage contended:

The support price for milk has dropped by nearly a third in the last 3 months. At the same time, operating costs for dairy farmers have continued to climb. The support price for milk is determined by a formula. That formula takes into consideration the price of cheese at the Green Bay Cheese Exchange in Wisconsin. The amount of cheese traded at that market totals less than one-half of 1 percent of the cheese sold in the United States. A sharp drop in the price of cheese at that market has had a major role in causing the recent drop in the support price for milk. The cheese being traded at the Green Bay Exchange is being traded at rates significantly below normal market rates. Evidence exists that the low rates are being caused by people at that exchange who have a great deal of incentive to drive down the price of cheese at that particular market. The Secretary of Agriculture has authority to change the formula. He has instituted a 60-day comment period on the formula in response to the recent price drop, and several alternative methods for determining the market price for cheese have been suggested. The Secretary is following the normal course for making a change in the formula. He does not have to follow that course. He has full authority to make immediate, unilateral changes. We urge him, therefore, to break the formula's link with the price of cheese at the Green Bay Exchange. The farmers in our States need relief now; many will go bankrupt if they have to wait much longer. We trust most of our colleagues agree, and will join us in passing this

(See other side) **YEAS (83)** NAYS (15) NOT VOTING (2) Republican Republicans Republicans **Democrats Democrats Democrats** (41 or 75%) (42 or 98%) (14 or 25%) (1 or 2%) (0)**(2)** Breaux-2 Abraham Inhofe Akaka Inouye Allard Lautenberg Jeffords Ashcroft Baucus Leahv-Johnson Bennett Bond Burns Lott Biden Kennedy Chafee Lugar Bingaman Kerrey Brownback Cochran McCain Boxer Kerry Campbell McConnell Collins Bryan Kohl Coats Coverdell Murkowski Bumpers Landrieu Craig D'Amato Nickles Byrd Levin Enzi DeWine Roth Cleland Lieberman Hatch Domenici Santorum Conrad Mikulski Kempthorne Daschle Moseley-Braun Faircloth Sessions Kyl Frist Shelby Dodd Moynihan Mack Smith, Bob Gorton Dorgan Murray Roberts Smith, Gordon Gramm Durbin Reed Thomas Grams Snowe Feingold Reid Grassley Feinstein Robb Specter Rockefeller Gregg Stevens Ford Hagel Thompson Glenn Sarbanes **EXPLANATION OF ABSENCE:** Thurmond Helms Torricelli Graham 1—Official Business Hutchinson Warner Harkin Wellstone 2-Necessarily Absent Hutchison Hollings Wyden 3—Illness 4—Other AY—Announced Yea AN-Announced Nay PY-Paired Yea PN-Paired Nay

VOTE NO. 11 FEBRUARY 13, 1997

resolution urging the Secretary of Agriculture to take immediate action.

No arguments were expressed in opposition to passage.